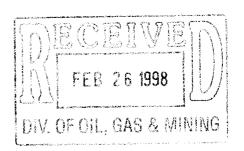
Kennecott Utah Copper Corporation 8315 West 3595 South P.O. Box 6001 Magna, Utah 84044-6001 (801) 252-3000



Kennecott

February 26, 1998

Mary Ann Wright, Associate Director of Mining Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801



RE: Schedule for Submittal of Information Requested by DOGM for Permit Number M/035/002

Dear Ms. Wright:

Consistent with the approach described in the letter of January 7, 1998 to Mr. Tom Mitchell and our subsequent discussions, Kennecott Utah Copper Corporation (KUCC) is submitting the following schedule in response to your letter dated December 12, 1997 and the extension granted on December 24, 1997. The schedule provides for the submittal of certain information pertaining to Permit Number M/035/002. The following documents will be submitted to the Division of Oil, Gas and Mining in 1998:

04/30/98

KUCC will prepare and submit a draft report on mining and ancillary operations conducted under Permit M/035/002. This report will include a detailed description of existing operations and a summary of future mining plans. Operations and impacted areas will be subdivided and described according to the seven mining activities and land uses contained in the NOI for Permit M/035/002. A draft outline of the report is attached to this letter.

08/31/98

KUCC will prepare and submit a report describing KUCC's present reclamation and closure plans for areas covered by Permit Number M/035/002. This report will describe expected site conditions at the time of mine closure, present closure and reclamation strategies and estimated closure costs.

KUCC has already submitted the Annual Report of Mining Operations for 1997 and the 1998 Reclamation Plan for Permit Number M/035/002. Updated maps covering the entire permit area were submitted with the Annual Report. If you have any questions about the schedule or the report outline, please give me a call at 252-3257.

Sincerely,

Paula H. Doughty

Manager Environmental Compliance

Enclosure

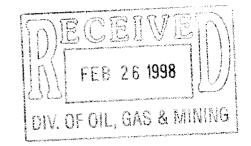
OUTLINE FOR 1998 UPDATE ON MINING OPERATIONS CONDUCTED UNDER PERMIT M/035/002

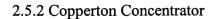
1.0 INTRODUCTION

- 1.1 1978 Notice of Intention
- 1.2 Subsequent Notice of Intention
- 1.3 Other Permits Governing Mining Operations

2.0 CURRENT OPERATIONS

- 2.1 Mine (NOI M/035/002)
- 2.1.1 Bingham Pit
- 2.1.2 Operations and Equipment
- 2.1.3 Support Facilities
- 2.2 Mine Waste Disposal
- 2.3 Mine Water Management
- 2.3.1 Leach Water Management
- 2.3.2 Grey Water Management
- 2.3.3 Groundwater Protection
- 2.4 Ore Transfer Facilities (NOI M/035/002, M/035/011)
- 2.4.1 In-Pit Crusher and Conveyor
- 2.4.2 Reload and Rail Haulage
- 2.4.3 Support Facilities
- 2.5 Ore Processing Facilities (NOI M/035/011)
- 2.5.1 North Concentrator





- 2.6 Tailings Disposal (NOI M/035/002, M/035/015)
- 2.7 Process Water Handling

3.0 FUTURE MINING PLANS

- 3.1 Pit Expansion
- 3.2 North Impoundment and Existing Impoundment Closure
- **3.3 SXEW**
- 3.4 Underground Mining

4.0 RECLAMATION ACTIVITIES

- 4.1 Reclamation Objectives
- 4.2 Reclamation Projects Current
- 4.3 Reclamation Plans

